

# The Gazette of India

## EXTRAORDINARY

## PART I—Section 1

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## MINISTRY OF COMMERCE &amp; INDUSTRY

## RESOLUTION

(PRICES OF ACETATE RAYON YARN)

*New Delhi the 16th June 1959*

**No. 26(105)TEX (D)/57.**—The Government of India, being of the opinion that an examination of the cost of production of acetate rayon yarn produced by the Sirsilk Mills Ltd., Sirpur-Kaghaz Nagar P.O., Andhra Pradesh, and the fair price payable to the producers was necessary, requested the Tariff Commission to conduct an inquiry. The Commission, on the conclusion of the inquiry, has now submitted its report. The main recommendations of the Commission are as follows:—

- (a) Andhra Pradesh Government should be requested to consider sympathetically the representation of the Company (Sirsilk Mills Ltd., Sirpur) for reduction of the price of power alcohol and re-consider the policy regarding payment of gallonage fee on alcohol consumed by the Company; and
- (b) the excise duty of Rs. 70 per gallon levied by the Andhra Pradesh Government on alcohol used by Sirsilk should be removed forthwith;
- (c) Sirpur Paper Mills Ltd. should continue to supply electrical energy to Sirsilk at the same rate at which it has been made available till now;
- (d) the fair selling prices of acetate yarn of 'A' grade f.o.r. Bombay (inclusive of excise duty) should be as follows:—

DENIERS	300	150	120
<i>Yarn Coned</i>	Rs.	Rs.	Rs.
Bright yarn per lb.	4·64	4·91	5·16
Dull yarn per lb.	4·67	4·95	5·19
<i>Yarn Hanked</i>			
Bright yarn per lb.	4·51	4·82	5·07
Dull yarn per lb.	4·54	4·86	5·10

These prices are inclusive of selling commission. It is not necessary to add any extra element by way of selling commission on retail sales.

- (e) The sum of Rs. 228·57 lakhs outstanding in respect of loan from Andhra Pradesh Government should be converted into ordinary share capital of Sirsilk;

- (f) Accumulated interest on loan amounting to Rs. 88.25 lakhs should be treated as interest-free and payment of this amount should be deferred until arrears of depreciation and preference dividend, are completely written off;
- (g) Birla Brothers should arrange for the working capital required by the Company and should take steps to release the Andhra Pradesh Government from the guarantee given to the State Bank of Hyderabad in respect of loan accommodation upto Rs. 50 lakhs. After this is done, the Andhra Pradesh Government should release all movable assets of the Company held by them as security against the outstanding loan amount.
- (h) The future earnings of the company from yarn as well as fabrics should be utilised according to an order of priorities. The Company should, after setting aside the amount required for payment of interest on working capital, managing agents' commission and other miscellaneous expenditure, utilise the balance for writing off arrears of depreciation. The next charge should be towards payment of arrears of cumulative preference dividend
- (i) After the necessary reconstruction of the capital structure is carried out, a review of the case may be undertaken to ascertain what kind of further assistance is required to ensure the smooth working of the Company.
- (j) The Company should be allowed to use acetate yarn from its own production for working 480 looms on 2 shift basis having regard to the reasonable pattern of production and the quantity of other types of yarn used by it

2 The Government of India generally agree on the principles adopted by the Commission for determining the cost of production of acetate yarn and accept all the recommendations specified above

#### ORDER

Ordered that a copy of this Resolution be communicated to all concerned and that it be published in the Gazette of India.

S. RANGANATHAN, Secy.

#### PUBLIC NOTICE

##### IMPORT TRADE CONTROL

New Delhi, the 16th June 1959

SUBJECT :— *Import policy for Wheeled and Crawler tractors upto and including 50 Draw Bar Horse Power (S. No. 74 (i)/V) during April-September, 1959.*

**No. 60-ITC (PN)/59.**—Attention of the importers is invited to the remark against S. No. 74(i)/V in Section II of the current Red Book wherein it was mentioned that the policy for this item will be announced later.

2. The following entries may be deemed to have been inserted against S. No. 74(i)/V, in Section II of the current Red Book:—

Part & S. No. of the ITC Schedule	Description	Licensing Authority	Policy for Established Importers	Validity of licences	Remarks
1	2	3	4	5	6
74(i)/V	Wheeled and Crawler Tractors upto and including 50 Draw Bar Horse Power.	C.C.I.	17½% Gen. 17½% Soft	Twelve months.	(i) Licences will be granted subject to the conditions given in Annexures (1) and (2) of Appendix XXXVIII. (ii) Upto 20 % of the face value of quota licences can be utilised for

Part & S. No. of the ITC Schedule	Description	Licens- ing Autho- rity	Policy for Estab- lished Impot- ers	Validity of licence	Remarks
					<p>import of spare parts of agricultural tractors of all sizes, including those cover 50 D.B.H.P. but excluding such spares as are specified elsewhere <i>e.g.</i>, ball bearings etc. and items as detailed in List III of Appendix XXVI.</p> <p>(iii) The applicants should also specify in their applications :—</p> <p>(a) the types and makes of tractors desired to be imported under the agency agreements ;</p> <p>(b) the D.B.H.P. range of tractors desired to be imported ;</p> <p>(c) the particular country of origin/supply of these tractors.</p> <p>(d) the full particulars of servicing facilities provided by the importer.</p> <p>(iv) The ranges, for which the licence will be valid, will be inscribed on it. In making this inscription, the Licensing Authority will consider the availability of indigenously manufactured tractors and the growing requirements of tractors in particular ranges.</p> <p>(v) In cases in which the entitlement of an applicant works out to an uneconomical figure or the applicant is unable to provide satisfactory servicing facilities or to import the ranges preferred by the Licensing Authority, he will be given the option of entering into working arrangements with other established importers so as to satisfy the Licensing Authority that he can make satisfactory use of this entitlement.</p>

3. Paragraph 2(iii) (a) of Appendix XXXVIII may be substituted by the following paragraph :—

“2 (iii) (a) import spare parts of agricultural tractors on a sliding scale related to the number of tractors imported as follows :—

- (1) For the import of first 100 tractors—12½% of the face value of tractors.
- (2) For the import of next 101 to 300 tractors—10% of the face value of tractors.

- (3) For the import of next 301 to 500 tractors— $7\frac{1}{2}\%$  of the face value of tractors.
- (4) For the import of next 501 tractors— $7\frac{1}{2}\%$  of the face value of tractors.

N.B.(1) In the case of Established Importers of Tractors, a relaxation of the above percentages may be allowed in suitable cases in consultation with the Ministry of Food and Agriculture.

- (2) Within the value prescribed for import of spare parts of agricultural tractors in para 2(iii) (a) above, it will be open to Established Importers of Tractors falling under S. No. 74(i)/V to effect imports of the following items also to the extent indicated below:—

- (i) Ball bearings of the types not specified in Appendix XIV to this Book, for a value not exceeding 2% of the face value of quota licence for S. No. 74(i)/V, or Rs. 500/- whichever is more ;

(ii) Details of items

*Maximum ceiling upto which quota licences for S. No. 74(i)/V for April—Sept., 59 period can be utilised*

(a) Complete Piston assemblies of any size other than those mentioned in Annexure (A) to Appendix XXVI . . . . .	Rs. 2,500
(b) Piston rings of any size . . . . .	500
(c) Fuel injection equipments and spare parts thereof other than bodies and racks of single cylinder pumps and bodies of nozzle holders of non-integral type . . . . .	1,000
(d) Fuel, oil, air filters, radiators, clutch facings all types, brake-linings all types, inlet and exhaust valves. . . . .	2,500 in the aggregate.

NOTES 1. In no case will these concessions permit imports in excess of the face value provisions prescribed for import of spare parts on the sliding scale.

2. No split-up of quota licences for this item will be permitted.

4. Applications may be made to the Chief Controller of Imports and Exports, New Delhi by the 31st July, 1959.

NAGENDRA BAHADUR, Jt. Secy.

#### ERRATUM

The Notification No. of the Public Notice, dated the 29th May, 1959, published in the Gazette of India Extraordinary, Part I—Sect. 1, dated the 29th May 1959 (Issue No. 63) should be inserted in the beginning as “No. 58-ITC(PN)/59”.